

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 1630 - HB 1998**

March 10, 2016

**SUMMARY OF BILL:** Redefines “passive investor”, for purposes of healthcare liability actions, as an individual or entity that has an ownership interest of less than five percent in a licensee.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Tennessee Code Annotated § 29-26-101(a)(5) defines “passive investor” as an individual or entity that has an ownership interest in a licensee, but does not directly participate in the day-to-day decision making or operations of the licensee.
- The bill redefines “passive investor” as an individual or entity that has an ownership interest of less than five percent in a licensee.
- It is assumed that the bill will not significantly impact the courts’ caseloads.
- The Administrative Office of the Courts confirms that any impact to the courts’ caseloads can be accommodated within existing resources.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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